COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| AN EXAMINATION OF THE |) | |
|------------------------------|---|---------------------|
| APPLICATION OF THE FUEL |) | |
| ADJUSTMENT CLAUSE OF JACKSON |) | |
| ENERGY COOPERATIVE |) | CASE NO. 2011-00496 |
| CORPORATION FROM MAY 1, 2011 |) | |
| THROUGH OCTOBER 31, 2011 |) | |

ORDER

Pursuant to 807 KAR 5:056, the Commission, on January 26, 2012, established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Jackson Energy Cooperative Corporation ("Jackson Energy") for the six-month period that ended on October 31, 2011.

As part of this review, Jackson Energy complied with the Commission's Order to submit certain information concerning its compliance with 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case and indicated that, if no interested party notified the Commission of its intent to attend by March 6, 2012, the hearing would be cancelled and the matter would be considered submitted for decision based on the evidence in the record.

No individual or entity advised the Commission of their intent to attend the hearing by March 6, 2012. The public hearing was cancelled and the matter is considered submitted for decision based on the evidence in the record.

The Commission, having considered the evidence in the record and being otherwise sufficiently advised, finds no evidence that Jackson Energy has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Jackson Energy through the FAC for the period May 1, 2011 through October 31, 2011 are approved.

By the Commission

ENTERED 97

KENTUCKY PUBLIC SERVICE COMMISSION

tive Director

Donald R Schaefer President & CEO Jackson Energy Cooperative Corporation 115 Jackson Energy Lane McKee, KY 40447